

# BUDGET UPDATE

February 12, 2009



# Legislative Update

- ▣ State
  - Big Five Announce Conceptual Agreement
  - Details Not Released
  - May Provide Details and Vote Tomorrow
- ▣ Federal
  - Both Houses Announce Agreement
  - Details Not Released
  - May Provide Details and Vote Monday

# Questions & Discussion

- ▣ Legal Fees – Hire In-house Attorney
- ▣ Transportation – Eliminate High School Busing
- ▣ Calendar – Adopt Single School Year Calendar
- ▣ Revenue – \$ per Student per Day
- ▣ Attendance – 95.615% vs 100% ADA
- ▣ Energy Savings – District Wide
- ▣ Restructure \*M&O Hours – Energy Savings
- ▣ Retirement Incentives – SRP (Supplemental Retirement Plan)

\*M&O = Maintenance & Operations

# Legal Fees

- ▣ Hire an In-house Attorney
  - Average Annual Legal Fees \$660,871
  - Specialties (top 3)
    - ▣ Special Education 45.68% \$301,856
    - ▣ Personnel 18.28% \$120,807
    - ▣ General 10.35% \$ 68,400
  - Continued Work Needed

# Transportation

- ▣ Eliminate High School Busing
  - 3 High Schools utilize elementary equipment
    - ▣ Drivers are guaranteed 6 hours/day
    - ▣ Bus Pass Revenue - \$37,118
    - ▣ General Fund Savings - Minimal
  - Canyon High School (CHS) Requires Dedicated Routes
    - ▣ Eliminate Busing
    - ▣ Bus Pass Revenue - \$44,525
    - ▣ General Fund Savings (net) - \$71,094 (2 FTE & OE)
    - ▣ Change CHS Start Time
    - ▣ General Fund Savings - \$115,619

# Calendar

- ▣ Adopt One School Year Calendar
  - Calendar Committee developed a draft
  - Included in prior Board communication
  - Post the draft on the web site tomorrow
  - Early adoption will allow for
    - ▣ Family & Staff Vacation Planning/Changes
    - ▣ Maximize Reductions in Administrative Services
  - Board Approval on February 26



**ORANGE UNIFIED SCHOOL DISTRICT - STUDENT CALENDAR 2009/2010**

*Serving the Communities of the Orange Unified School District for more than fifty years*

**JULY 2009**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
W	TH	F	S	S	M	F	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F
Track S	V	V	H			V	V	V	V	V		V	V	V	V	V		V	V	V	V	V		V	V	V	V	V	V	
Track T	V	V	H			V	V	V	V	V		V	V	V	V	V		V	V	V	V	V		V	V	V	V	V	V	

**AUGUST 2009**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M
Track S		V	V	V	V	V		V	V	V	V	V		V	SD	T	FD									V	V	V	V	
Track T		V	V	V	V	V		V	V	V	V	V		V	SD	T	FD									V	V	V	V	

**SEPTEMBER 2009**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W
Track S				H																			SD						
Track T				H																			SD						

**OCTOBER 2009**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S
Track S																						1Q					SD			
Track T																						1Q					SD			

**NOVEMBER 2009**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M
Track S										H	1T														V	H	H		
Track T										H	1T														V	H	H		

**DECEMBER 2009**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH
Track S																					V	V	V	H	H		V	V	V	H
Track T																					V	V	V	H	H		V	V	V	H

**JANUARY 2010**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S
Track S	H			V	V	V	V	V									H					2Q								
Track T	H			V	V	V	V	V								H						2Q								

**FEBRUARY 2010**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	
M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	
Track S											H																	
Track T											H			H														

**MARCH 2010**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W
Track S					2T																				3Q			V	V	V
Track T					2T																				3Q			V	V	V

**APRIL 2010**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F
Track S	V	V		V	V	V	V	V																					
Track T	V	V		V	V	V	V	V																					

**MAY 2010**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M
Track S																														H
Track T																														H

**JUNE 2010**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	
T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	TH	F	S	S	M	T	W	
Track S																						LD	T		V	V	V	V	V	V
Track T																						LD	T		V	V	V	V	V	V

**LEGEND**

- V Vacation - School not in session
- H Holiday
- T Teacher Prep Day/Non-Student Day
- FD First Day of School
- SD Staff Development/Non-Student Day
- LD Last Day - Minimum Day
- 1Q End of 1st Quarter
- 2Q End of 2nd Quarter
- 3Q End of 3rd Quarter
- 1T End of 1st Trimester
- 2T End of 2nd Trimester

**DATES TO REMEMBER**

- Labor Day ..... (Mon) Sept. 7, 2009
- Veterans Day ..... (Wed) Nov. 11, 2009
- Thanksgiving Break ..... Nov. 25 - 27, 2009
- Winter Break ..... Dec. 21, 2009 - Jan. 8, 2010
- Martin Luther King Jr. Day ..... (Mon) Jan. 18, 2010
- Lincoln Day ..... (Fri) Feb. 12, 2010
- Washington Day ..... (Mon) Feb. 15, 2010
- Spring Break ..... March 29 - April 9, 2010
- Memorial Day ..... (Mon) May 31, 2010

# Revenue - Attendance

## ▣ Revenue

- Current           \$34.47/student/day
- Proposed       \$31.13/student/day

## ▣ Attendance

- 95.615% ADA = \$166,008,570
- 100.00% ADA = \$173,597,285

**\$ 7,588,715**



# Energy Savings

- ▣ District Wide
  - Energy Education, Inc. – May 2006
    - ▣ Energy Managers Hired – September 2006
    - ▣ September '06 – December '08
    - ▣ Electricity, Gas & Water
    - ▣ Total - \$2,403,096
  - Annualized Savings - \$1,029,898

# Restructure M&O Hours

- ▣ Staffed from 6:00am to 4:30pm, M-F
- ▣ Shifting to 9 hour days
  - Saves 26 days of operating expenses
  - 26 days x \$82.24/day = \$2,138.24 annually
- ▣ Shifting to 10 hour days
  - Saves 52 days of operating expenses
  - 52 days x \$82.24/day = \$4,276.48 annually

# Retirement Incentives (SRP)

- ▣ Supplemental Retirement Plan
  - Provided Current Data to PARS
  - Offer a reduced benefit (60% vs 80%)
  - Participation level of at least 60 employees
  - Participation last year was 78 employees
  - Unlikely to meet the goal
  - Still paying off the last SRP
    - ▣ \$2,058,534/year
    - ▣ \$8,234,136 balance

# Timeline

- ▣ February
  - ?? State Adoption
    - ▣ Revised 08-09 Budget
  - ?? Federal Adoption
    - ▣ American Recovery & Reinvestment Act
  - 26<sup>th</sup> Board of Education Meeting
    - ▣ Single Calendar Adoption
    - ▣ Staff Presentation of Recommended Budget Cuts

# Timeline con't.

- ▣ March
  - 5<sup>th</sup> Board Work Study Session
    - ▣ FCMAT Report
    - ▣ Continues Work - Budget Reductions
  - 12<sup>th</sup> Board of Education Meeting
    - ▣ Adoption of Budget Reductions
    - ▣ Approve Second Interim Report